LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m., on TUESDAY, NOVEMBER 4, 2003, upon the application of PALACE EXPLORATION COMPANY.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of an Order pertaining to the following matters relating to the **Hackberry Zone**, **Reservoir A and Hackberry Zone**, **Reservoir B**, in the Indian Village Field, Jefferson Davis Parish, Louisiana.

HACKBERRY ZONE, RESERVOIR A

1. To create two (2) single drilling and production units of approximately 160 acres for the Hackberry Zone, Reservoir A, designated as the HBY RA SUB and HBY RA SUC, all as shown more particularly on the plat submitted with the application.

The Hackberry Zone, Reservoir A, in the Indian Village Field, Jefferson Davis Parish, Louisiana, was previously defined in Office of Conservation Order No. 143-F-1 and is further defined as being that gas and condensate bearing zone encountered between the depths of 8,668' and 8,900' (ELM) in the Zinke and Trumbo, Inc. - Kinder Canal No. 1 Well, located in Section 35, Township 7 South, Range 6 West.

HACKBERRY ZONE, RESERVOIR B

1. To create two (2) single drilling and production units of approximately 160 acres for the Hackberry Zone, Reservoir B, designated as the HBY RB SUA and HBY RB SUB, all as shown more particularly on the plat submitted with the application.

The Hackberry Zone, in the Indian Village Field, Jefferson Davis Parish, Louisiana, was previously defined in Office of Conservation Order No. 143-F-1.

FOR THE ABOVE ZONES AND SAND

- 1. To establish rules and regulations governing the exploration for and production of gas and condensate from the said units.
- 2. To designate a unit operator and a unit well for the HBY RA SUB.
- 3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the units so created, with each tract sharing in unit production on a surface acreage basis of participation.
- 4. To consider such other matters as may be pertinent.
- A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Lafayette**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

INDIAN VILLAGE FIELD 03-856

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, La 9/30/03;10/3/03 L dpe

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION - ENGINEERING DIVISION AT P. O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.